

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4918-01
Bill No.: HB 2043
Subject: Motor Vehicles; Licenses - Motor Vehicles; Revenue Department
Type: Original
Date: March 17, 2010

Bill Summary: Certificates of ownership for off-highway vehicles.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Department of Revenue** assume the Motor Vehicle Bureau would need the following:

Procedures will need to be revised by a Management Analyst Specialist I requiring 40 hours of overtime at a cost of \$805 in FY 2011. The Department's web site will need to be updated to include the new requirements. This will require 10 hours of overtime for an Administrative Analyst III, at a cost of \$218 in FY 2011. Total cost for FTE in FY 2011: \$1,023

The Department assumes that the titling requirements only apply to vehicles which are currently required to be titled, i.e. ATV's, motorcycles, dirt bikes, and qualifying dune buggies. Many of the newly defined "off-highway vehicles" are not currently required to be titled and this proposal does not appear to require such.

The Department will create a new "KOV" ("kind of vehicle") of "OHV" (off-highway vehicle) for those vehicles which are currently required to be titled and the applicant designates as being used for off-highway use only. Appropriate registration will continue to be issued for these items.

When a "KOV" of "OHV" on a title transaction is processed, the applicant will be required to provide the affidavit prescribed in this proposal and a bill of sale. This proposal does not require the applicant to provide a previous certificate of ownership assigned to the applicant nor does this proposal require the applicant to provide a properly assigned manufacturer's certificate of origin.

Information Technology – OA-ITSD (DOR) would need the following costs to make systems modifications:

The department's response to a proposal similar to or identical to this one in a previous session indicated the department planned to absorb the administrative costs to implement the proposal. Due to budget constraints, reduction of staff and the limitations within the department's motor vehicle legacy systems, changes cannot be made without significant impact to the department's resources and budget. Therefore, the IT portion of the fiscal impact is estimated with a level of effort valued at \$17,808.

The value of the level of effort is calculated on 672 FTE hours.

JH:LR:OD

ASSUMPTION (continued)

ASSUMPTIONS:

Mainframe - 336 hours

TRIPS – 168 hours

Analysis, Documentation, and Testing – 168 hours

Oversight assumes OA-ITSD (DOR) is provided with core funding to handle a certain amount of activity each year. Oversight assumes OA-ITSD (DOR) could absorb the costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, OA-ITSD (DOR) could request funding through the appropriation process.

Oversight assumes that the updates to the Department's procedure manual and website could be handled by existing staff.

Officials at the **Department of Natural Resources** and the **Jefferson City Police Department** assume that there is no fiscal impact from this proposal.

No other Police or Sheriff Department responded to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

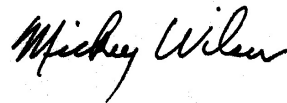
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Natural Resources
Department of Revenue
Jefferson City Police Department

A handwritten signature in black ink that reads "Mickey Wilson". The signature is fluid and cursive, with the first name "Mickey" and last name "Wilson" clearly distinguishable.

Mickey Wilson, CPA
Director
March 17, 2010